



INSURANCE FRAUD INVESTIGATION DIVISION

Kentucky Department of Insurance

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Fraud Statistics/Convictions Activity *November 2008*

Fraud Statistics

	<u>Month</u>	<u>YTD</u>
Total Referrals Received.....	89	948
Open Cases (Investigations-includes prior years)		220
Assigned Cases (Investigations).....	6	209
Closed Cases (Investigations).....	6	199
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....	1	21
Charges (3 felonies).....	3	189
Convictions (2 misdemeanors).....	2	99
Restitution Ordered.....	\$ 3,341.62	\$ 1,426,048.24

Convictions Activity

Randy Hughes – On or about 7/13/04, Hughes presented a fraudulent certificate of insurance to Gabeheart Custom Homes as evidence of workers' compensation insurance for which he did not have. On 9/18/08, Hughes was charged with one felony count of fraudulent insurance acts in Jefferson District Court. On 10/29/08, he pled guilty to the amended misdemeanor count of attempted fraudulent insurance acts over \$300.00; received 365 days conditionally discharged for two years, and was ordered to pay \$130.00 in court costs.

David Kinder – On or about 6/23/08, Kinder presented a fraudulent certificate of insurance to Kentucky Associated General Contractors Self Insurers' Fund (AGCSIF) indicating that one of his subcontractors had workers' compensation coverage when he did not. On 10/23/08, Kinder was charged with one felony count of fraudulent insurance acts in Kenton District Court, and pled guilty to an amended misdemeanor count of fraudulent insurance acts under \$300.00. He received 90 days conditionally discharged for two years; was ordered to pay restitution in the amount of \$3,341.62 to AGCSIF, and court costs in the amount of \$134.00.